

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2014-15		FY 2015-16	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	20,815	(2,450,202)		(2,558,060)
CASH FUNDS	See below	2,467,722	See below	2,576,351
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	20,815	17,520		18,291

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 814 provides that the sales and use tax proceeds derived from the sale or lease of motorboats and personal watercraft shall be deposited into the newly created Game and Parks Commission Capital Maintenance Fund and used for the repair/maintenance, etc. of Game and Park's infrastructure. These sales and use taxes are currently deposited into the General Fund, the State Highway Capital Improvement Fund and the Highway Allocation Fund.

Revenue estimates were received from both the Game and Parks Commission and the Department of Revenue (see attached). For the purpose of this fiscal note the average of these two estimates are used. The following table shows the impact on each of the involved funds and indicates that \$2,567,000 would be made available to the Game and Parks Commission in FY14-15 and \$2,680,000 would be available in FY15-16 to use as provided in section 2.

	General Fund	State Highway Capital Improvement Fund (Dept. of Roads)	Highway Allocation Fund (Cities and Counties)	Game and Parks Commission Capital Maintenance Fund
FY14-15	(2,450,202)	(99,278)	(17,520)	2,567,000
FY15-16	(2,558,060)	(103,649)	(18,291)	2,680,000

Expenditures-

Given the intent of the bill is to generate additional funding to help address the infrastructure needs of the Game and Parks Commission, it is assumed an A-bill will be introduced to provide the authority to spend the revenue deposited into the Game and Parks Commission Capital Maintenance Fund.

The Department of Revenue estimates a one-time cost of \$20,815 General Funds to add a line to the Nebraska and Local Sales and Use Tax Return as well as to the NebFile online filing system.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 814	AM:	AGENCY/POLT. SUB: Game and Parks Commission	
REVIEWED BY: Lyn Heaton		DATE: 1/27/2014	PHONE: 402.471.4181
<p>COMMENTS: The Game and Parks Commission's analysis regarding the estimated redirection of General Fund revenue to the Game and Parks Commission Capital Maintenance Fund appears reasonable. The bill provides that the fund is authorized to be used to repair, renovate, modify, or improve any infrastructure within the administration of the Commission. The bill does not appear to place any new duties and responsibilities with the Commission that increases costs. Consequently, an increase in appropriation does not appear to be required to implement the provisions of the bill.</p> <p>Technical Note: Requests for appropriations for new facilities and major modifications or repair of existing facilities should be evaluated within the State Comprehensive Capital Facilities Planning process outlined in 81-1108.41 so as to be considered in that context by the Appropriations Committee as part of the biennial budget process.</p>			

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2014

LB⁽¹⁾ 814

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Game and Parks Commission

Prepared by: ⁽³⁾ Patrick H. Cole

Date Prepared: ⁽⁴⁾ 1/13/2014

Phone: ⁽⁵⁾ 402-471-5523

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2014-15</u>		<u>FY 2015-16</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	\$2,454,054	\$2,454,054	\$2,454,054	\$2,454,054
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>\$2,454,054</u>	<u>\$2,454,054</u>	<u>\$2,454,054</u>	<u>\$2,454,054</u>

Explanation of Estimate:

The proposed legislation would create a new cash fund, the Game and Parks Commission Capital Maintenance Fund, to be used to repair, renovate, rehabilitate, restore, modify or improve any infrastructure within the statutory authority and administration of the commission. The major source of revenue for this fund is to be the proceeds of the sales and use taxes derived from the sale or lease of motorboats as defined in section 37-1204 and personal watercraft as defined in section 37-1204.01.

The Department of Revenue has indicated that sales tax attributable to motorboat sales in FY08 through 12 averaged \$2,454,054 annually (\$2,561,453; \$2,314,111; \$2,339,994; \$2,274,914; \$2,779,794). This figure will be used for estimating annual revenues. The first year's amount could be affected by the actual implementation date of the bill.

These revenues, while available for any Commission property, would be targeted to Park areas during the initial years. The Nebraska Game and Parks Commission would request an A-bill with this legislation to ensure that the revenue would be additive to existing expenditure authority. All authority would be requested for Program 901 Deferred Maintenance to include ADA facility improvements.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2014-15</u>	<u>2015-16</u>
	<u>14-15</u>	<u>15-16</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....			\$2,454,054	\$2,454,054
TOTAL.....			<u>\$2,454,054</u>	<u>\$2,454,054</u>

